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201-511-1111
CC DKT 96-45

Federal Communications Commission
Washington, D.C. 20554
SEP 16 1998

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SEP 18 1998

Mr. Randal Kehoe
212 E. National Avenue
Brillion, WI 54110

FEDERAL COMMUNICATIONS COMMISSION
WASHINGTON, D.C. 20554

Dear Mr. Kehoe:

Thank you for your electronic mail message to President Clinton expressing your views regarding the implementation of the schools and libraries universal service support mechanism of the Telecommunications Act of 1996 (1996 Act). The White House has asked me to respond to your message.

On May 7, 1997, the Commission adopted the Joint Board's recommendation to provide discounts for telecommunications services for schools and libraries ranging from 20 to 90 percent, with economically disadvantaged schools and libraries receiving the greatest discounts. The Commission adopted the Joint Board's recommended rule that would give schools and libraries maximum flexibility to apply their universal service discount to whatever package of telecommunications services they believe will meet their needs most effectively and efficiently. In addition to all telecommunications services, discounts may be applied to Internet access and internal connections.

The annual cap for the schools and libraries program is \$2.25 billion. During the first half of 1998, the Universal Service Administrative Company (USAC) was directed to collect \$625 million for the school and libraries mechanism. Schools and libraries should begin to receive discounts this fall.

On June 12, 1998, the Commission revised the funding year for the schools and libraries support mechanism and froze the amount of funding for schools and libraries at current rates. With regard to the schools and libraries support mechanism, the Commission directed USAC to collect and disperse no more than \$325 million per quarter for the third and fourth quarters of 1998 and the first and second quarters of 1999. Because the revised funding amounts will not fully satisfy the estimated demand by the schools and libraries that have submitted applications, the Commission revised the disbursement rules to ensure that the most disadvantaged schools and libraries get priority for support. The annual cap remains unchanged. Although the collection amounts have been revised, we will continue our commitment to provide support to eligible schools and libraries for telecommunications services, Internet access, and internal connections.

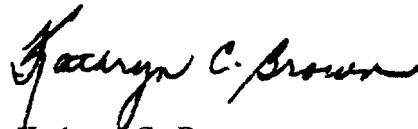
No. of Copies rec'd _____
List A B C D E

Mr. Randal Kehoe

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The Commission appreciates your interest in this important issue. Your letter will be entered into the public record of the universal service proceeding (CC Docket 96-45).

Sincerely,

A handwritten signature in cursive script, reading "Kathryn C. Brown". The signature is written in dark ink and is positioned above the printed name.

Kathryn C. Brown
Chief
Common Carrier Bureau

THE WHITE HOUSE
WASHINGTON

7 7 81
DATE

MEMORANDUM FOR:

FROM: SUE J. SMITH *sgs*
DIRECTOR, OFFICE OF AGENCY LIAISON

SUBJECT: REFERRAL OF WHITE HOUSE BULK MAIL

Thank you for your continued hard work in ensuring responses to the Presidential letters and inquiries forwarded to your agency. The volume of mail that the President and Mrs. Clinton receive still remains unprecedented.

Please return any misreferrals to me at the following address:

Ms. Sue J. Smith
Director, Office of Agency Liaison
Room 6, OEOB
The White House
Washington, D.C. 20500

If you have any questions, please do not hesitate to call me at 202/456-7486.

Thank you very much.

From cwa4621@compuserve.com Fri Jul 17 10:01:05 1998
Received: (from uucp@localhost) by WhiteHouse.gov (8.7.1/uucp-relay) id KAA12048
for <President@WhiteHouse.GOV>; Fri, 17 Jul 1998 10:01:05 -0400 (EDT)
From: cwa4621@compuserve.com
Received: from storm.eop.gov/198.137.241.51 via smap
Received: from DIRECTORY-DAEMON by STORM.EOP.GOV (PMDF V5.1-10 #29131)
id <01IZI4IWDZ5C001AG9@STORM.EOP.GOV> for President@WhiteHouse.GOV; Fri,
17 Jul 1998 10:00:02 EDT
Received: from SCAN-DAEMON by STORM.EOP.GOV (PMDF V5.1-10 #29131)
id <01IZI4IVNPX00018YG@STORM.EOP.GOV> for president@Whitehouse.GOV; Fri,
17 Jul 1998 10:00:01 -0400 (EDT)
Received: from mail1.eni.net ([205.214.51.15])
by STORM.EOP.GOV (PMDF V5.1-10 #29131)
with ESMTP id <01IZI4IKN78I0019U9@STORM.EOP.GOV> for president@Whitehouse.GOV;
Fri, 17 Jul 1998 09:59:47 -0400 (EDT)
Received: from [198.69.139.7] ([198.69.139.7]) by mail1.eni.net (8.8.5/8.8.5)
with SMTP id GAA20309; Fri, 17 Jul 1998 06:59:37 -0700 (PDT)
Date: Fri, 17 Jul 1998 06:59:37 -0700 (PDT)
Subject: E-Rate
To: president@WhiteHouse.GOV
Message-id: <199807171359.GAA20309@mail1.eni.net>
MIME-version: 1.0
Content-type: MULTIPART/MIXED; BOUNDARY="Boundary_(ID_CV0jOTvMYPCCUDsLSkch+Q)"
Comments: This message scanned by SCAN version 0.1 jms/960226
X-Authentication-warning: mail1.eni.net: [198.69.139.7] didn't use HELO protocol

--Boundary_(ID_CV0jOTvMYPCCUDsLSkch+Q)
Content-type: TEXT/PLAIN; CHARSET=US-ASCII
Content-transfer-encoding: 7BIT

From:

randal kehoe
212 e national ave
brillion, WI 54110

Dear President Clinton

Dear Rep. Petri:

Tell your Members of Congress to support full funding and services for the E-Rate telecommunications discounts for schools and libraries.

Tell them to oppose any further effort to undermine, eliminate, or delay the E-Rate program in upcoming congressional appropriations.

Sincerely,

--Boundary_(ID_CV0jOTvMYPCCUDsLSkch+Q) --